

Table 1: Nemont & Project Summary of Revised High Cost Support Calculations

		<u>NTCI</u>	<u>PTC</u>	<u>Total</u>
2006 Allocation of M&S (2008 HCLS)	Original ¹	\$1,696,615	\$952,458	\$2,649,073
	Revised ²	\$2,080,506	\$544,739	\$2,625,245
	Variance	\$383,891	(\$407,719)	(\$23,828)
2008 Allocation of M&S (2008 ICLS)	Original ³	\$2,408,452	\$933,286	\$3,341,738
	Revised ⁴	\$1,266,757	\$492,664	\$1,759,421
	Variance	(\$1,141,695)	(\$440,622)	(\$1,582,317)
2008 High Cost Loop Support	Original ⁵	\$2,369,805	\$1,548,848	\$3,918,653
	Revised ⁶	\$2,381,464	\$1,530,050	\$3,911,514
	Variance	\$11,659	(\$18,798)	(\$7,139)
2008 Interstate Common Line Support	Original ⁷	\$2,095,044	\$1,057,392	\$3,152,436
	Revised ⁸	\$2,079,289	\$1,048,463	\$3,127,752
	Variance ⁹	(\$15,755)	(\$8,929)	(\$24,684)

¹ Original allocation of Materials & Supplies for HCLS is from the 2007-1 HCLS data submission, based on year-end 2006 costs.

² Revised allocation of Materials & Supplies for HCLS is based on the percentage of TPUC for each of the Nemont affiliates as of year-end 2006.

³ Original allocation of Materials & Supplies for ICLS is from the 2008 annual NECA cost study, based on average 2008 costs.

⁴ Revised allocation of Materials & Supplies for ICLS is based on the percentage of TPUC for each of the Nemont affiliates using an average for 2008.

⁵ Original HCLS is based on the 2007-1 HCLS data submission.

⁶ Revised HCLS is based on the 2007-1 HCLS data submission, modified to include the revised allocation of Materials & Supplies.

⁷ Original 2008 ICLS payments are based on disbursement data from the USAC public website at <http://www.usac.org/hc/tools/disbursements/default.aspx>.

⁸ Revised support is the Original support less the Variance in support.

⁹ The Variance is calculated by determining the Interstate Common Line revenue requirement associated with the revised Materials & Supplies multiplied by the Interstate cost separations factor applied in the Part 36 cost separations process.

